

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY UTILITIES COMPANY)	
TO AMORTIZE, BY MEANS OF TEMPORARY)	CASE NO.
DECREASE IN RATES, NET FUEL COST SAVINGS)	93-113
RECOVERED IN COAL CONTRACT LITIGATION)	

O R D E R

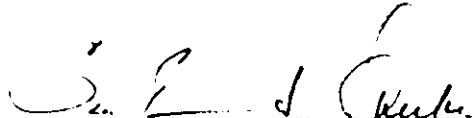
On July 13, 1993, the Commission entered an order authorizing Kentucky Utilities Company ("KU") to publish expanded notice of this proceeding and prescribing the form of such notice. The prescribed form of notice was set forth in Appendix A to that Order. KU has since advised the Commission by letter that the prescribed form of notice contains a minor factual discrepancy concerning the dates of coal deliveries and fuel adjustment clause billings.

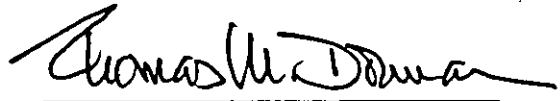
Having reviewed the notice and being otherwise sufficiently advised, the Commission finds that the Order of July 13, 1993 should be amended to correct this discrepancy.

IT IS THEREFORE ORDERED that the Order of July 13, 1993 is amended to substitute the corrected Appendix A.

Done at Frankfort, Kentucky, this 21st day of July, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 93-113 DATED July 21, 1993

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF KENTUCKY UTILITIES)	
COMPANY TO AMORTIZE, BY MEANS OF)	
TEMPORARY DECREASE IN RATES, NET FUEL)	CASE NO. 93-113
COST SAVINGS, RECOVERING COAL CONTRACT)	
LITIGATION)	

NOTICE OF PENDENCY AND PROPOSED
DISTRIBUTION OF COAL CONTRACT ESCROW FUNDS

TO: All Persons or Entities Who Are Now or Were Electric
Customers of Kentucky Utilities Company Between April 1,
1985 and December 31, 1990.

Kentucky Utilities Company ("KU") has filed with the Public Service Commission of Kentucky ("PSC") a plan for distributing funds received as a result of litigation with a coal supplier. These funds are court-ordered deposits (including interest) on contract deliveries between April 1, 1985 and March 31, 1989. KU customers during the period June 1, 1985 through December 31, 1990 paid fuel clause adjustments which included the supplier's invoice price with no reduction for the funds deposited in court. The total amount deposited, including interest, is approximately \$44.5 million.

KU has determined that the Kentucky retail share of the funds is approximately \$32.3 million, net of the Kentucky portion of KU's litigation costs and the cost of notice of this proceeding. KU

proposes to credit this amount, plus interest, by fuel clause adjustments to current bills over a 12 month period.

The PSC will hold a hearing on KU's plan beginning September 28, 1993, at 9:30 a.m., Eastern Daylight Time, at the Commission's offices, 730 Schenkel Lane, Frankfort, Kentucky 40601.

Under its proposal, KU will distribute the funds to its current retail customers only. Former retail customers, no longer on KU's system, would not receive a credit or refund. KU's proposal is subject to approval by the PSC, which may order the funds distributed in a manner which differs from KU's proposed method. Final action on the application by the PSC may affect the rights of all current and former customers to pursue claims on the fund which differ from the plan approved by the PSC.

Any person, corporation, association, or other entity with an interest in this matter may, by timely written request, request leave to intervene. The request must be submitted to: Public Service Commission of Kentucky, 730 Schenkel Lane, P.O. Box 615, Frankfort, Kentucky 40602, and must set forth the grounds for the request including the status and interest of the party. Copies of the Application may be obtained by contacting KU, Attention: Department of Rates & Regulation, One Quality Street, Lexington, Kentucky 40507. Copies of the Application may be inspected at KU's General Offices at the above address in Lexington and its Division and District offices in its Kentucky service area.